

**Prochaska, David - PSC**

**From:** Ignatowski, Timothy [Timothy.Ignatowski@milwaukee.gov]  
**Sent:** Tuesday, March 30, 2010 4:40 PM  
**To:** Prochaska, David - PSC  
**Cc:** Lewis, Carrie  
**Subject:** RE: Standby Charges

We are in agreement.

Tim Ignatowski  
 Accountant III  
 Milwaukee Water Works  
 841 N. Broadway - Room 409  
 Milwaukee, WI 53202  
 Phone: 414-286-2435  
 Fax: 414-286-0531  
 Email: [timothy.ignatowski@milwaukee.gov](mailto:timothy.ignatowski@milwaukee.gov)

---

**From:** Prochaska, David - PSC [mailto:David.Prochaska@wisconsin.gov]  
**Sent:** Tue 3/30/2010 3:32 PM  
**To:** Ignatowski, Timothy  
**Subject:** RE: Standby Charges

Tim,

With deleting the Greendale standby charge and adding two 10-inch wholesale meters for Greendale, the wholesale volume charges range from \$1.025/CCF for West Allis to \$1.294/CCF for Greendale.

Dave Sheard suggested that we would propose having the volume charge for any and all standby (emergency) water refer back to your Schedule Mg-1, Urban - Milwaukee, volume charges (as we are proposing below). Most of the standby (emergency) charges of other water utilities refer back to their Schedule Mg-1 volume charges.

Schedule Mg-1 Volume Charges for Water Used Per Quarter:

		<u>Per 100 Cubic Feet</u>	<u>Per 1,000 Gallons</u>
First	10,000 cubic feet or 75,000 gallons	\$1.750	\$2.340
Next	490,000 cubic feet or 3,675,000 gallons	\$1.600	\$2.139
Next	1,500,000 cubic feet or 11,250,000 gallons	\$1.210	\$1.618
Over	2,000,000 cubic feet or 15,000,000 gallons	\$1.110	\$1.484

Let me know what you think. Thanks!

David L. Prochaska  
Public Utility Rate Analyst  
Public Service Commission of Wisconsin  
P.O. Box 7854  
Madison, WI 53707-7854  
(608) 266-5739  
[David.Prochaska@wisconsin.gov](mailto:David.Prochaska@wisconsin.gov)  
<http://psc.wi.gov>

---

**From:** Ignatowski, Timothy [mailto:Timothy.Ignatowski@milwaukee.gov]  
**Sent:** Tuesday, March 30, 2010 12:01 PM  
**To:** Prochaska, David - PSC  
**Cc:** Daniels, Laura; Lewis, Carrie; Smith, Earl; Scheller, Mark; Novak, Jeffrey; Rasmussen, Richard  
**Subject:** FW: Standby Charges

Dave, we think the Greendale change to wholesale will be done in 2010. So the standby charge can be deleted and service charge adjusted. There should be two 10" meters installed.

We also would like to see the wholesale rate (\$1.30 per ccf) used for Cudahy and North Shore standby service because they would effectively be receiving wholesale water service should the connection be opened.

Tim Ignatowski  
Accountant III  
Milwaukee Water Works  
841 N. Broadway - Room 409  
Milwaukee, WI 53202  
Phone: 414-286-2435  
Fax: 414-286-0531  
Email: [timothy.ignatowski@milwaukee.gov](mailto:timothy.ignatowski@milwaukee.gov)

---

**From:** Prochaska, David - PSC [mailto:David.Prochaska@wisconsin.gov]  
**Sent:** Tue 3/30/2010 10:48 AM  
**To:** Ignatowski, Timothy  
**Subject:** RE: Standby Charges

Tim,

What are your thoughts on the following:

- Keep the standby service charges in Schedules Ws-1,3,5 at their present levels.
- Use the proposed bottom Urban - Milwaukee volume block rate (\$1.11/CCF) for the standby volume charge for Cudahy and the North Shore Water Commission.
- Use the proposed Wholesale volume rate (\$1.30/CCF) for Greendale, if the conversion of the standby connection to another wholesale connection is not anticipated to be done in the test year 2010. (See below.)

Let me know. Thanks!

David L. Prochaska

Public Utility Rate Analyst  
Public Service Commission of Wisconsin  
P.O. Box 7854  
Madison, WI 53707-7854  
(608) 266-5739  
[David.Prochaska@wisconsin.gov](mailto:David.Prochaska@wisconsin.gov)  
<http://psc.wi.gov>

---

**From:** Prochaska, David - PSC  
**Sent:** Monday, March 29, 2010 4:59 PM  
**To:** 'Ignatowski, Timothy'  
**Subject:** RE: Standby Charges

Tim,

I searched our files and found a copy of the Cudahy emergency water service agreement (signed February 19, 1986, for a 10 year period per Resolution File No. 85-897 adopted on October 1, 1985).

I also found a reference to a letter dated December 21, 1972, regarding standby water service agreements for Cudahy, Oak Creek, and the North Shore Water Commission (referring to Amendment No. 54 in the MWW correspondence file), but I can't find anything on an amendment going back that far.

I haven't found anything in our files regarding Greendale.

I'm guessing there emergency connections are valved off and not metered. If these emergency connections do happen to be metered, please let me know the number and sizes of the meters.

Do you anticipate this emergency connection for Greendale becoming another wholesale connection (metered) within the test year 2010? If so, one possibility could be to delete the standby charge and include that additional wholesale meter(s) -- and letting me know the size(s) of the that meter(s) -- in the Greendale wholesale service charge. If it won't be done within the test year 2010, then I would suggest retaining the standby charge for Greendale. Your thoughts?

Thanks!

David L. Prochaska  
Public Utility Rate Analyst  
Public Service Commission of Wisconsin  
P.O. Box 7854  
Madison, WI 53707-7854  
(608) 266-5739  
[David.Prochaska@wisconsin.gov](mailto:David.Prochaska@wisconsin.gov)  
<http://psc.wi.gov>

Milwaukee's Future IT'S IN OUR HANDS!

April 1, 2010 is Census Day!

It's quick and easy. It's confidential. It's important.

It helps fund community services.

STAND UP AND BE COUNTED

[www.milwaukee.gov/2010census](http://www.milwaukee.gov/2010census)

The City of Milwaukee is subject to Wisconsin Statutes related to public records. Unless otherwise exempted from the public records law, senders and receivers of City email should presume that the email are subject to release upon request, and to state records retention requirements. See City of Milwaukee full email disclaimer at [www.milwaukee.gov/email\\_disclaimer](http://www.milwaukee.gov/email_disclaimer).

## Prochaska, David - PSC

---

**From:** Ignatowski, Timothy [Timothy.Ignatowski@milwaukee.gov]  
**Sent:** Monday, March 29, 2010 3:31 PM  
**To:** Prochaska, David - PSC  
**Subject:** FW: Standby Charges  
**Attachments:** Greendale Agreement 1997 Page 2.pdf

Note this email and attached for information about Greendale. Sorry, but we don't have any information about the number of customers for Cudahy or the North Shore. Any further questions, let me know.

Tim Ignatowski  
Accountant III  
Milwaukee Water Works  
841 N. Broadway - Room 409  
Milwaukee, WI 53202  
Phone: 414-286-2435  
Fax: 414-286-0531  
Email: [timothy.ignatowski@milwaukee.gov](mailto:timothy.ignatowski@milwaukee.gov)

---

**From:** Scheller, Mark  
**Sent:** Mon 3/29/2010 3:23 PM  
**To:** Lewis, Carrie; Ignatowski, Timothy  
**Cc:** Rouse, Rosalind; Gant, Dinah; Daniels, Laura  
**Subject:** RE: Standby Charges

Tim,

There are actually two agreements - One for wholesale and a Supplemental one for the "emergency standby". I've attached page 2 of the 1997 renewal of these two agreements.

The regular agreement covers the S 60th St and Edgerton Connection and the supplemental connection covers the S 68th St and Edgerton connection , which was rarely used.

With the change in pressure districts coming this year, the two locations will be on the same pressure district which could mean that both locations do become wholesale connections, therefore eliminating the Supplemental agreement for standby. i.e. the standby becomes another wholesale connection.

Mark

Mark J. Scheller, P.E.  
Management Civil Engineer Senior  
Water Mains Design Engineer  
Milwaukee Water Works  
841 N. Broadway, Room 409  
Milwaukee, WI 53202

Phone: (414) 286-2427  
Fax: (414) 286-2085  
[mark.scheller@milwaukee.gov](mailto:mark.scheller@milwaukee.gov)

Learn more about Milwaukee Water at: [www.milwaukee.gov/water](http://www.milwaukee.gov/water)  
Safe, Abundant Drinking Water.

---

**From:** Lewis, Carrie  
**Sent:** Mon 3/29/2010 3:00 PM  
**To:** Ignatowski, Timothy; Scheller, Mark  
**Cc:** Rouse, Rosalind; Gant, Dinah; Daniels, Laura  
**Subject:** FW: Standby Charges

We DO have an alternate connection with Greendale that is maintained just in case but has never been used. I think this will be going away with new configurations in Southwest District by fall of this year so the entire thing may be irrelevant.

Mark, can you clarify?

Carrie

---

**From:** Ignatowski, Timothy  
**Sent:** Monday, March 29, 2010 2:51 PM  
**To:** Lewis, Carrie  
**Cc:** Rasmussen, Richard  
**Subject:** Standby Charges

Upon further review, Dave of PSC was wondering why we are charging Greendale for standby if they are our wholesale customer.

Tim Ignatowski  
Accountant III  
Milwaukee Water Works  
841 N. Broadway - Room 409  
Milwaukee, WI 53202  
Phone: 414-286-2435  
Fax: 414-286-0531  
Email: [timothy.ignatowski@milwaukee.gov](mailto:timothy.ignatowski@milwaukee.gov)

Milwaukee's Future IT'S IN OUR HANDS!  
April 1, 2010 is Census Day!  
It's quick and easy. It's confidential. It's important.  
It helps fund community services.

STAND UP AND BE COUNTED  
[www.milwaukee.gov/2010census](http://www.milwaukee.gov/2010census)

The City of Milwaukee is subject to Wisconsin Statutes related to public records. Unless otherwise exempted from the public records law, senders and receivers of City email should presume that the email are subject to release upon request, and to state records retention requirements. See City of Milwaukee full email disclaimer at [www.milwaukee.gov/email\\_disclaimer](http://www.milwaukee.gov/email_disclaimer).

**AGREEMENT BETWEEN THE  
CITY OF MILWAUKEE AND  
VILLAGE OF GREENDALE FOR  
THE PURCHASE OF WATER AT WHOLESALE**

This Agreement, made as of the 18<sup>th</sup> day of February, 1997, by and between the City of Milwaukee, operating as a water public utility (hereinafter referred to as "Milwaukee") and the Village of Greendale, operating as a water public utility (hereinafter referred to as "Greendale").

**Witnesseth:**

**Whereas, Greendale** desires to continue the purchase of water from Milwaukee at wholesale, by renewing the Agreement dated February 11, 1964; and

**Whereas, Greendale** also desires to renew the Supplemental Agreement for emergency stand-by water service dated January 14, 1981 which renewal is attached hereto as "Addendum I", and

**Whereas,** under current law, Milwaukee has an obligation to provide adequate water supply to Greendale at rates approved by the Wisconsin Public Service Commission, hereinafter referred to as the "Commission"; and

**Whereas,** in the absence of a contract, under current law, Milwaukee has a right to establish the terms and conditions of service through the filing of tariffs with the Commission; and